



January 24, 2014

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## HOUSE BILL No. 1335

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DIGEST OF HB 1335 (Updated January 22, 2014 4:11 pm - DI 97)

**Citations Affected:** Noncode.

**Synopsis:** High cost management study. Urges the legislative council to assign to an interim study committee for study during the 2014 interim the topic of implementation of a high cost management program for individuals who incur more than \$1,500,000 in health care costs due to a chronic disease or injury.

**Effective:** July 1, 2014.

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**Brown T, Lehman, Brown C**

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January 15, 2014, read first time and referred to Committee on Insurance.  
January 23, 2014, amended, reported — Do Pass.

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HB 1335—LS 6165/DI 97





January 24, 2014

Second Regular Session 118th General Assembly (2014)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2013 Regular Session and 2013 First Regular Technical Session of the General Assembly.

## HOUSE BILL No. 1335

A BILL FOR AN ACT concerning insurance.

*Be it enacted by the General Assembly of the State of Indiana:*

1       SECTION 1. [EFFECTIVE JULY 1, 2014] (a) **The definitions in**  
2 **IC 27-19-2 apply throughout this SECTION.**

3       (b) **The legislative council is urged to assign to an appropriate**  
4 **interim study committee for study during the 2014 interim of the**  
5 **general assembly the topic of implementation of a high cost**  
6 **management program through which:**

7           (1) **a health plan offered to a person in Indiana contains a**  
8 **provision by which an individual who:**

9               (A) **is entitled to coverage under the health plan; and**

10              (B) **incurs more than one million five hundred thousand**  
11 **dollars (\$1,500,000) in lifetime claim costs due to a chronic**  
12 **disease or an injury;**

13 **must participate in a high cost management program**  
14 **implemented under subdivision (2) as a condition of coverage**  
15 **(including coverage for essential health benefits) under the**  
16 **health plan;**

17           (2) **the department, in consultation with appropriate state**

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1 agencies, implements high cost management programs that:

2 (A) are approved by the department based on a review of  
3 chronic disease, injury, and pharmaceutical management  
4 programs used in populations similar to the individual;

5 (B) are determined to be expected to best improve health  
6 outcomes in a cost effective manner; and

7 (C) include the use of recognized experts in the treatment  
8 of the applicable chronic disease or injury; and

9 (3) state funding, in an amount not to exceed ten percent  
10 (10%) of the individual's claim costs described in subdivision

11 (1), is applied to coverage of claim costs incurred by the  
12 individual that are paid by the health plan toward treatment  
13 that is provided through the high cost management program  
14 in which the individual participates;

15 or a similar high cost management program.

16 (c) This SECTION expires January 1, 2015.



## COMMITTEE REPORT

Mr. Speaker: Your Committee on Insurance, to which was referred House Bill 1335, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Delete the title and insert the following:

A BILL FOR AN ACT concerning insurance.

Page 1, line 1, delete "IC 27-8-5-30 IS ADDED TO THE INDIANA CODE".

Page 1, delete line 2.

Page 1, line 3, delete "1, 2014]: Sec. 30." and insert "[EFFECTIVE JULY 1, 2014]".

Page 1, line 4, delete "section." and insert "**SECTION.**".

Page 1, delete lines 5 through 6, begin a new paragraph and insert:

**"(b) The legislative council is urged to assign to an appropriate interim study committee for study during the 2014 interim of the general assembly the topic of implementation of a high".**

Page 2, line 16, delete "." and insert ";

**or a similar high cost management program.**

**(c) This SECTION expires January 1, 2015."**

and when so amended that said bill do pass.

(Reference is to HB 1335 as introduced.)

LEHMAN, Chair

Committee Vote: yeas 12, nays 0.

